



A Touchstone Energy® Cooperative 

## Powder River Energy Corporation (PRECorp) Loan Fund Application

### I. Basic Information

Name of Business/Project: \_\_\_\_\_ Year Started: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 City/State: \_\_\_\_\_ Zip code: \_\_\_\_\_  
 Business Contact Person: \_\_\_\_\_ Phone: \_\_\_\_\_  
 Email: \_\_\_\_\_

Other contact(s)/application assistance providers:

Name	Telephone Number
_____	_____
_____	_____
_____	_____

Type of Business:

Sole Proprietorship       Corporation       Partnership   
 Government Entity       Non-Profit       Other (specify)  \_\_\_\_\_

Has the proposed borrower or key personnel of the proposed borrower ever filed personal or corporate bankruptcy? Yes  No

If yes, please provide an explanation on a separate sheet.

Are there any pending or final disciplinary or legal actions against the proposed borrower, key Personnel or proposed borrower or guarantors, of the proposed borrower? Yes  No

If yes, please provide an explanation on a separate sheet.

### II. Nature of the Loan Request

Amount of loan request	\$ _____	Total project cost	\$ _____
Number of existing jobs	_____	Number of jobs created	_____
*Term (yrs) of Loan Requested	_____	Number of jobs retained	_____

\*Maximum loan term guidelines: 10 years for buildings and real estate, 5-7 years or Depreciable life for equipment

### III. Sources and uses of proposed financing

Purposes for which funds are to be used:	PREC	Bank #1	Bank #2	Other #1 (Specify)	Other #2 (Specify)	New Equity
Property Acquisition	_____	_____	_____	_____	_____	_____
Site Improvements	_____	_____	_____	_____	_____	_____
Building Renovation	_____	_____	_____	_____	_____	_____
New Construction	_____	_____	_____	_____	_____	_____
Machinery & Equipment	_____	_____	_____	_____	_____	_____
Working Capital	_____	_____	_____	_____	_____	_____
Inventory	_____	_____	_____	_____	_____	_____
Other (Specify)	_____	_____	_____	_____	_____	_____
<b>TOTAL</b>	_____	_____	_____	_____	_____	_____

### IV. Financing Terms and Conditions

	PREC	Bank #1	Bank #2	Other #1 (Specify)	Other #2 (Specify)	New Equity	TOTAL
Amount % of Project Costs	_____	_____	_____	_____	_____	_____	_____
Terms (years)	N/A	_____	_____	_____	_____	_____	_____
Interest Rates	N/A	_____	_____	_____	_____	_____	_____
Debt Service Mo. Prin. & Int.	N/A	_____	_____	_____	_____	_____	_____

Collateral offered and Lien Position: Please attach separate sheet

\*Collateral as required by PRECorp will be in the form of letters of credit or surety bonds.

Participating Bank 1:

Contact Person: \_\_\_\_\_ Phone: \_\_\_\_\_

Participating Bank 2:

Contact Person: \_\_\_\_\_ Phone: \_\_\_\_\_

Other Source 1:

Contact Person \_\_\_\_\_ Phone: \_\_\_\_\_

Other Source 2:

Contact Person \_\_\_\_\_ Phone: \_\_\_\_\_

## **V. Business Plan Outline**

### **A. History and Description of Business**

1. Description of the creation of the company and its historical operation.

### **B. Market Analysis and Strategy**

1. Description of current customers and target markets (provide verification of purchase orders, contracts, etc., which relate to reasons for the loan request)
2. Description of competitors
3. Description of suppliers
4. Analysis of product pricing
5. Description of distribution
6. Description of advertising and sales

### **C. Products**

1. Description of product line
2. Proprietary position of patents, copyrights, legal and technical considerations
3. Comparison to competition

### **D. Manufacturing Process**

1. Materials
2. Production Methods

### **E. Financial Projections**

1. Monthly Cash Flow Analysis for Next 12 Months
2. Profit and Loss Statement: last three years and current quarter, plus two-year projection
3. Balance Sheet: last three years and current quarter, plus two-year projection

### **F. Schedule of Existing Business Debt**

Including to whom owed, original amount, outstanding balance, interest rate, term, maturity date, statement of whether the loan is current, and all collateral pledged on the existing debt.

### **G. Statement of Proposed Collateral**

A detailed list of all collateral offered for non-PRECorp funding sources, including its value, and security position by funding source.

### **H. Resumes and Personal Financial Statements**

Include resumes of all principals as well as current, dated, and signed personal financial statements on all principals defined as 15% or more financial interest in the business.

### **I. Commitment Letters**

Include commitment letters from banks or other financing resources that state the amount and terms and conditions of their participation. Also, commitment letters for irrevocable letter

of credit or equivalent guarantee in the amount of proposed financing from PRECorp.

**J. Affiliates**

Description of any facilities or subsidiaries of the business or the principals requesting assistance and balance sheets and income statements for the past two fiscal years on such affiliates or subsidiaries.

**K. Appraisals, Proposed Leases, Purchase Options, or Agreements**

An independent appraisal will be required for any real estate which is a subject of the proposed financing or which is offered as a major source of collateral to secure the loan. Also include copies of existing or proposed leases; purchase options, or agreements; and any other financial arrangements.

**L. Partnership Certificate of Authorization or Corporate Certificate of Authority and Incumbency**

Include minutes of the corporate meeting adopting this certification, where applicable.

**VI. Other Required Documents**

1. Copy of business income tax statement for previous three years.
2. Copy of personal income tax statement from principals for prior year.
3. Evidence of payment of most recent quarterly payroll tax.
4. Evidence of Worker's Compensation insurance coverage.

**VII. Applicant Certification**

I have willfully furnished this confidential information to PRECorp for the purpose of applying for a loan. I understand that PRECorp's board of directors and PRECorp staff will review this information. I further understand that this information will become available to the Loan Review Committee. I authorize PRECorp staff to be in contact with those individuals and institutions involved in the proposed project or listed on this application.

Applicant's Signature: \_\_\_\_\_

Date: \_\_\_\_\_

**VIII. Submission**

Submit original and two copies to:  
Powder River Energy.  
CEO - Loan Fund Application.  
PO Box 930  
Sundance, WY 82729-0930